



OFFICE OF
INSURANCE COMMISSIONER

In the Matter of)	No. G05-70
)	
The Financial Examination of)	FINDINGS, CONCLUSIONS,
WALLA WALLA COLLEGE)	AND ORDER ADOPTING REPORT
)	OF
)	FINANCIAL EXAMINATION
A Domestic Charitable Gift Annuity Issuer. _____		

BACKGROUND

An examination of the financial condition of **WALLA WALLA COLLEGE** (the College) as of December 31, 2003, was conducted by examiners of the Washington State Office of the Insurance Commissioner (OIC). The College holds a Washington certificate of exemption to issue charitable gift annuities. This examination was conducted in compliance with the laws and regulations of the state of Washington and in accordance with the procedures promulgated by the National Association of Insurance Commissioners and the OIC.

The examination report with the findings and instructions was transmitted to the College for its comments on May 23, 2005. As of this date, the College has not responded.

The Commissioner or a designee has considered the report, the relevant portions of the examiners work papers.

FINDINGS

Findings in Examination Report. The Commissioner adopts as findings the findings of the examiners as contained in pages 1 through 8 of the report.

CONCLUSIONS

It is appropriate and in accordance with law to adopt the attached examination report as the final report of the financial examination of **WALLA WALLA COLLEGE** and to order the College to take the actions described in the Instructions section of the report. The Commissioner acknowledges that the College may have implemented the Instructions prior to the date of this order. The Instructions in the report are an appropriate response to the matters found in the examination.

WALLA WALLA COLLEGE

Order Adopting Examination Report
August 29, 2005

Address: P.O. Box 40255 • Olympia, WA 98504-0255
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ORDER

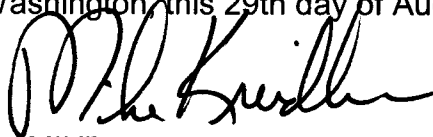
The examination report as filed, attached hereto as Exhibit A, and incorporated by reference, is hereby ADOPTED as the final examination report.

The College is ordered as follows, these being the Instructions contained in the examination report on pages 1-4.

1. Pursuant to RCW 48.38.010, the College is ordered to develop and implement a system for accounting and reporting of its charitable gift annuity business to ensure compliance with the principles or practices prescribed or permitted by Chapter 48.38 RCW; and develop and implement procedures for appropriate review, by staff other than the report preparer, to ensure completeness and accuracy of the Annual Report. Instruction 1, Examination Report, Page 2.
2. Pursuant to RCW 48.38.010 and RCW 48.38.020, the College is ordered to develop and implement a system for accounting and reporting of its charitable gift annuity business to ensure compliance with the principles or practices prescribed or permitted by Chapter 48.38 RCW; and develop and implement procedures for appropriate review, by staff other than the report preparer, to ensure completeness and accuracy of the Annual Report. Instruction 2, Examination Report, page 3.
3. Pursuant to Chapter 48.38 RCW, the College is ordered to correct its in-force contracts summary listing, send a copy of the correct listing to the actuary, and notify the actuary to use the new corrected listing in the calculations of the annuity reserves. The College should develop a recording and monitoring system to ensure the in-force contracts listing is proper and complete, and that the annuities reserve amounts are accurate. Instruction 3, Examination Report, page 3.

IT IS FURTHER ORDERED THAT, the College file with the Chief Examiner, within 90 days of the date of this order, a detailed report specifying how the College has addressed each of the requirements of this order.

ENTERED at Olympia, Washington, this 29th day of August, 2005.


MIKE KREIDLER
Insurance Commissioner